IMPORTANT NOTICE

Date: May 30, 2008

Roche Harbor Water System has filed for approval from the Washington Utilities and Transportation Commission for an increase in the ready to serve rates. If approved, the changes will take effect June 30, 2008.

The table set out below shows the changes in the monthly rate under the filing.

| <u>Service</u> | Existing Rate | Proposed Rate |
|----------------|---------------|---------------|
| Ready to Serve | \$15.00 | \$30.00 |

The increase in rates will generate approximately \$8,460.00 in additional revenue. The reason for the increase is to cover increased operating costs, such as gasoline costs, cover increased water testing expenses and to allow the Company to hire an additional employee to assist with maintenance, monitoring and testing.

If you have any questions about the proposed filing and how it will affect you, please call the Company at (360) 378-3500.

The commission has the authority to set final rates that may vary from the company's request, depending on the results of its investigation. To comment on this filing, be added to the commission's mailing list, or ask questions about the ratemaking process, please use the contact information below. You may also comment in person at the commission's open meeting at 1300 S. Evergreen Park Dr. SW in Olympia at 9:30 a.m. on June 12, or by using the "Public Comment" feature at the commission's web site, at http://www.utc.wa.gov/comment. The commission is scheduled to make a decision at its open meeting on June 26, 2008.

If you are unable to attend the open meeting in person, you can participate or listen by telephone. Call 360-664-1234 for instructions the day before the open meeting.

You may also comment by using the "Public Comment" feature at the commission's web site, at http://www.utc.wa.gov or you may provide your comments in the following manner:

Mail: Post Office Box 47250, Olympia, WA 98504-7250

E-mail: comments@utc.wa.gov Telephone: 1-800-562-6150

Sincerely,

Roche Harbor Water System